

**WORKFORCE SAFETY & INSURANCE  
INVESTMENT PERFORMANCE REPORT AS OF JUNE 30, 2007**

	June-07				March-07				December-06				September-06				Current FYTD	Prior Year FY06	3 Years Ended 6/30/2007	5 Years Ended 6/30/2007		
	Allocation		Quarter		Allocation		Quarter		Allocation		Quarter		Allocation		Quarter							
	Market Value	Actual	Policy	Net ROR	Net ROR	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy					Net ROR	
<b>LARGE CAP DOMESTIC EQUITY</b>																						
<i>Structured Growth</i>																						
Los Angeles Capital	19,914,646	1.5%	1.5%	7.52%	-1.44%	18,516,348	1.4%	1.5%	3.86%	18,793,121	1.5%	1.5%	7.40%	17,403,233	1.4%	1.5%	1.60%	21.84%	11.12%	13.35%	N/A	
<b>Total Structured Growth</b>	<b>19,914,646</b>	<b>1.5%</b>	<b>1.5%</b>	<b>7.52%</b>	<b>-1.44%</b>	<b>18,516,348</b>	<b>1.4%</b>	<b>1.5%</b>	<b>3.86%</b>	<b>18,793,121</b>	<b>1.5%</b>	<b>1.5%</b>	<b>7.40%</b>	<b>17,403,233</b>	<b>1.4%</b>	<b>1.5%</b>	<b>1.60%</b>	<b>21.84%</b>	<b>11.12%</b>	<b>13.35%</b>	<b>10.94%</b>	
Russell 1000 Growth				6.86%	-1.49%				1.19%				5.93%				3.94%	19.04%	6.12%	8.70%	9.28%	
<i>Structured Value</i>																						
LSV	19,660,887	1.5%	1.5%	6.59%	-2.33%	18,437,594	1.4%	1.5%	2.38%	20,801,782	1.6%	1.5%	8.10%	19,175,872	1.5%	1.5%	4.91%	23.77%	15.05%	19.00%	16.55%	
Russell 1000 Value				4.93%	-2.34%				1.24%				8.00%				6.22%	21.87%	12.10%	15.93%	13.31%	
<i>Russell 1000 Enhanced Index</i>																						
LA Capital	39,702,948	3.1%	2.9%	6.83%	-1.90%	37,155,633	2.9%	2.9%	1.65%	39,417,556	3.1%	2.9%	7.67%	34,713,548	2.8%	2.9%	3.72%	21.27%	11.58%	13.46%	N/A	
Russell 1000				5.90%	-1.91%				1.21%				6.95%				5.06%	20.43%	9.08%	12.34%	N/A	
<i>S&amp;P 500 Enhanced Index</i>																						
Westridge	42,373,004	3.3%	2.9%	6.41%	-1.62%	39,811,138	3.1%	2.9%	0.74%	39,715,739	3.1%	2.9%	6.85%	37,067,573	3.0%	2.9%	5.74%	21.12%	8.77%	11.98%	N/A	
S&P 500				6.28%	-1.66%				0.64%				6.70%				5.67%	20.59%	8.63%	11.68%	N/A	
<i>Index</i>																						
State Street	12,248,044			5.47%	-1.80%	11,591,538			1.42%	13,958,906			7.85%	12,876,735			5.59%	21.82%	9.51%	12.34%	11.08%	
<b>Total 130/30</b>	<b>12,248,044</b>	<b>0.9%</b>	<b>1.0%</b>	<b>5.47%</b>	<b>-1.80%</b>	<b>11,591,538</b>	<b>0.9%</b>	<b>1.0%</b>	<b>1.42%</b>	<b>13,958,906</b>	<b>1.1%</b>	<b>1.0%</b>	<b>7.85%</b>	<b>12,876,735</b>	<b>1.0%</b>	<b>1.0%</b>	<b>5.59%</b>	<b>21.82%</b>	<b>9.51%</b>	<b>12.34%</b>	<b>11.08%</b>	
S&P 500				6.28%	-1.66%				0.64%				6.70%				5.67%	20.59%	8.63%	11.68%	10.71%	
<b>TOTAL LARGE CAP DOMESTIC EQUITY</b>	<b>133,899,529</b>	<b>10.3%</b>	<b>9.8%</b>	<b>6.64%</b>	<b>-1.79%</b>	<b>125,512,251</b>	<b>9.7%</b>	<b>9.8%</b>	<b>1.77%</b>	<b>132,687,105</b>	<b>10.5%</b>	<b>9.8%</b>	<b>7.48%</b>	<b>121,236,962</b>	<b>9.8%</b>	<b>9.8%</b>	<b>4.47%</b>	<b>21.86%</b>	<b>10.95%</b>	<b>13.76%</b>	<b>12.22%</b>	
S&P 500				6.28%	-1.66%				0.64%				6.70%				5.67%	20.59%	8.63%	11.68%	10.71%	
<b>SMALL CAP DOMESTIC EQUITY</b>																						
<i>Manager-of-Managers</i>																						
SEI	44,960,475	3.5%	3.3%	6.28%	-1.29%	42,291,698	3.3%	3.3%	2.41%	44,114,174	3.5%	3.3%	8.80%	40,474,551	3.3%	3.3%	-0.03%	18.39%	13.58%	13.70%	14.37%	
Russell 2000 + 200bp				4.94%	-1.30%				2.45%				9.43%				0.94%	18.76%	16.86%	15.72%	16.16%	
<b>TOTAL SMALL CAP DOMESTIC EQUITY</b>	<b>44,960,475</b>	<b>3.5%</b>	<b>3.3%</b>	<b>6.28%</b>	<b>-1.29%</b>	<b>42,291,698</b>	<b>3.3%</b>	<b>3.3%</b>	<b>2.41%</b>	<b>44,114,174</b>	<b>3.5%</b>	<b>3.3%</b>	<b>8.80%</b>	<b>40,474,551</b>	<b>3.3%</b>	<b>3.3%</b>	<b>-0.03%</b>	<b>18.39%</b>	<b>13.58%</b>	<b>13.70%</b>	<b>14.37%</b>	
Russell 2000				4.42%	-1.46%				1.95%				8.90%				0.44%	16.44%	14.58%	13.45%	13.88%	
<b>INTERNATIONAL EQUITY</b>																						
<i>Large Cap - Active</i>																						
Capital Guardian	47,403,538	3.6%	3.2%	7.29%	-0.01%	44,165,810	3.4%	3.2%	3.07%	42,833,903	3.4%	3.2%	8.50%	39,409,923	3.2%	3.2%	5.00%	25.99%	28.07%	21.19%	14.89%	
LSV	45,026,728	3.5%	3.2%	6.28%	0.29%	42,340,938	3.3%	3.2%	5.08%	42,564,482	3.4%	3.2%	10.63%	38,460,224	3.1%	3.2%	6.22%	31.24%	27.09%	N/A	N/A	
<b>Total Large Cap - Active</b>	<b>92,430,267</b>	<b>7.1%</b>	<b>6.4%</b>	<b>6.80%</b>	<b>0.14%</b>	<b>86,506,748</b>	<b>6.7%</b>	<b>6.4%</b>	<b>4.06%</b>	<b>85,398,385</b>	<b>6.8%</b>	<b>6.4%</b>	<b>9.55%</b>	<b>77,870,147</b>	<b>6.3%</b>	<b>6.4%</b>	<b>5.60%</b>	<b>28.57%</b>	<b>27.66%</b>	<b>22.95%</b>	<b>18.43%</b>	
MSCI EAFE - 50% Hedged				6.69%	0.04%				4.03%				9.06%				4.87%	26.94%	26.72%	22.55%	15.71%	
<i>Small Cap - Value</i>																						
Lazard	11,004,117	0.8%	0.8%	2.34%	-1.90%	10,757,443	0.8%	0.8%	2.39%	10,492,577	0.8%	0.8%	14.69%	9,148,767	0.7%	0.8%	0.71%	21.03%	23.65%	20.93%	N/A	
Citigroup Broad Market Index < \$2BN				6.19%	0.30%				7.05%				11.41%				1.53%	28.58%	29.28%	26.34%	N/A	
<i>Small Cap - Growth</i>																						
Vanguard	10,500,383	0.8%	0.8%	5.20%	-1.17%	11,360,473	0.9%	0.8%	6.59%	10,641,206	0.8%	0.8%	12.63%	9,445,634	0.8%	0.8%	3.73%	31.00%	29.24%	28.08%	N/A	
Citigroup Broad Market Index < \$2BN				6.19%	0.30%				7.05%				11.41%				1.53%	28.58%	29.28%	26.34%	N/A	
<b>TOTAL INTERNATIONAL EQUITY</b>	<b>113,934,766</b>	<b>8.8%</b>	<b>8.0%</b>	<b>6.19%</b>	<b>-0.20%</b>	<b>108,624,664</b>	<b>8.4%</b>	<b>8.0%</b>	<b>4.15%</b>	<b>106,532,168</b>	<b>8.4%</b>	<b>8.0%</b>	<b>10.33%</b>	<b>96,464,547</b>	<b>7.8%</b>	<b>8.0%</b>	<b>4.91%</b>	<b>28.02%</b>	<b>27.35%</b>	<b>23.43%</b>	<b>17.15%</b>	
MSCI EAFE - 50% Hedged				6.69%	0.04%				4.03%				9.06%				4.87%	26.94%	26.72%	22.55%	15.71%	
<b>DOMESTIC FIXED INCOME</b>																						
<i>Core Bond</i>																						
Western Asset	182,178,622	14.0%	14.1%	-0.90%	-0.80%	182,205,171	14.1%	15.3%	1.61%	218,671,527	17.3%	17.3%	2.01%	214,387,901	17.3%	17.3%	4.45%	7.29%	-0.90%	4.44%	5.64%	
Lehman Aggregate				-0.52%	-0.30%				1.50%				1.24%				3.81%	6.12%	-0.81%	3.98%	4.48%	
<i>Mortgage Backed</i>																						
Hyperion	51,404,988	4.0%	4.0%	-0.68%	-0.29%	50,891,246	3.9%	4.0%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A	
Lehman Global Aggregate (US Securitized Portion)				-0.45%	-0.36%				1.89%													
<i>Core Plus/Enhanced</i>																						
Clifton Group	50,191,267	3.9%	4.0%	-0.52%	-0.15%	50,546,738	3.9%	4.0%	1.91%	49,765,650	3.9%	4.0%	0.66%	49,450,914	4.0%	4.0%	3.40%	5.52%	N/A	N/A	N/A	
Prudential	50,109,496	3.9%	4.0%	-0.51%	-0.71%	50,405,930	3.9%	4.0%	1.50%	49,834,767	3.9%	4.0%	1.89%	48,898,900	3.9%	4.0%	N/A	N/A	N/A	N/A	N/A	
<b>Total Core Plus/Enhanced</b>	<b>100,300,763</b>	<b>7.7%</b>	<b>8.0%</b>	<b>-0.52%</b>	<b>-0.43%</b>	<b>100,952,667</b>	<b>7.8%</b>	<b>8.0%</b>	<b>1.70%</b>	<b>99,600,418</b>	<b>7.9%</b>	<b>8.0%</b>	<b>1.27%</b>	<b>98,349,814</b>	<b>7.9%</b>	<b>8.0%</b>	<b>3.40%</b>	<b>5.95%</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	
Lehman Aggregate				-0.52%	-0.30%				1.50%				1.24%				3.81%	6.12%				
<i>Index</i>																						
Bank of ND	89,589,868	6.9%	7.0%	-0.41%	-0.11%	92,944,949	7.2%	6.5%	1.37%	91,990,039	7.3%	7.3%	1.31%	94,294,224	7.6%	7.3%	3.10%	5.45%	-1.14%	2.92%	4.32%	
Bank of ND CD'S	37,309,526	2.9%	2.9%	1.31%	0.46%	12,375,182	1.0%	1.0%	1.26%	2,259,966	0.2%	0.2%	1.32%	2,290,001	0.2%	0.2%	1.33%	5.33%	N/A	N/A	N/A	
<b>Total Index</b>	<b>126,899,395</b>	<b>9.8%</b>	<b>9.9%</b>	<b>-0.11%</b>	<b>0.06%</b>	<b>105,320,131</b>	<b>8.2%</b>	<b>7.5%</b>	<b>1.43%</b>	<b>94,250,005</b>	<b>7.5%</b>	<b>7.5%</b>	<b>1.31%</b>	<b>96,584,225</b>	<b>7.8%</b>	<b>7.5%</b>	<b>3.07%</b>	<b>5.80%</b>	<b>-1.02%</b>	<b>2.91%</b>	<b>4.25%</b>	
Lehman Gov/Credit (1)				-0.49%	-0.21%				1.47%				1.47%				3.91%	6.00%	-1.52%	3.04%	4.35%	
<i>BBB Average Quality</i>																						
Wells Capital (Formerly Strong)	180,395,269	13.9%	14.1%	-0.33%	-0.33%	180,958,399	14.0%	15.3%	1.74%	218,047,400	17.3%	17.3%	1.75%	214,330,011	17.3%	17.3%	4.60%	7.93%	-2.11%	4.86%	6.59%	
Lehman US Credit BAA				-0.66%	-0.63%				1.79%				1.49%				4.80%	7.54%	-2.37%	4.47%	6.59%	
<b>TOTAL DOMESTIC FIXED INCOME</b>	<b>641,179,038</b>	<b>49.3%</b>	<b>50.0%</b>	<b>-0.50%</b>	<b>-0.40%</b>	<b>620,327,615</b>	<b>48.1%</b>	<b>50.0%</b>	<b>1.58%</b>	<b>630,569,350</b>	<b>50.0%</b>	<b>50.0%</b>	<b>1.70%</b>	<b>623,651,951</b>	<b>50.4%</b>	<b>50.0%</b>	<b>4.30%</b>	<b>7.20%</b>	<b>-1.35%</b>	<b>4.04%</b>	<b>5.45%</b>	
Lehman Aggregate (2)				-0.52%																		